



Nicor Gas
1844 Ferry Road
Naperville, IL 60563-9600

Mailing Address:
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Aurora, IL 60507-0190

Phone 630 983-8676
Internet www.nicorinc.com

December 9, 1998

Ms. Donna Caton
Chief Clerk
Illinois Commerce Commission
527 East Capitol Avenue
Springfield, Illinois 62794

Dear Ms. Caton:

Enclosed for filing, on behalf of Northern Illinois Gas Company d/b/a Nicor Gas Company, are calculations under its Rider 12, Environmental Cost Recovery, as required for January 1999. The Environmental Cost Recovery Charge will be added to the Annual Reconciliation Charge as filed beginning April 1998, and an information sheet reflecting this change is included.

Pursuant to the provisions of Rider 12, the attached statement of details and data in explanation is transmitted herewith and is hereby filed with the Commission.

Two copies for this statement and data are enclosed for submission to the Chief Clerk. An additional copy is enclosed for your convenience in acknowledging receipt thereof. A copy of this filing is being sent to Mr. T. Stack, Rate Design Department of the Commission in Springfield.

Sincerely,

A handwritten signature in cursive script, appearing to read "Albert E. Harms".

Albert E. Harms
Manager Rate Research

Enclosures

cc: Mary Selvaggio

8th Information Sheet Supplemental to Sheet Nos. 68, 69 and 70 of Ill.C.C. No. 16, Schedule G

Rider 12. Environmental Cost Recovery

Applicable to All Rates
(Except Rate 17 and other Negotiated Contracts)

Environmental Cost Recovery Effective with Service Rendered on or after January 1, 1999

<u>Line No.</u>		<u>Residential (1)</u>	<u>Small Non- Residential (2)</u>	<u>Large Non- Residential (3)</u>
1	Basic Charge per Therm	0.26 ¢	0.19 ¢	0.04 ¢
2	Annual Reconciliation Charge	<u>(0.01) ¢</u>	<u>(0.01) ¢</u>	<u>0.00 ¢</u>
3	Total Charge	<u>0.25 ¢</u>	<u>0.18 ¢</u>	<u>0.04 ¢</u>

- (1) RESIDENTIAL CUSTOMERS (RATE 1)
- (2) SMALL NON-RESIDENTIAL CUSTOMERS (RATES 4, 10, 11, 74 AND 81)
- (3) LARGE NON-RESIDENTIAL CUSTOMERS (RATES 6, 7, 76 AND 77)

NORTHERN ILLINOIS GAS COMPANY
CALCULATION OF ENVIRONMENTAL COST RECOVERY CHARGE
EFFECTIVE JANUARY 1, 1999

LINE NO.	DESCRIPTION (A)	RESIDENTIAL	SMALL NON-RESIDENTIAL	LARGE NON-RESIDENTIAL	TOTAL
1	1999 ESTIMATED ENVIRONMENTAL CHARGES				\$9,500,000
2	1998 INSURANCE PAYMENTS RECEIVED				\$0
3	AMOUNT TO BE COLLECTED: LINE 1 - LINE 2				<u>\$9,500,000</u>
4	1999 ESTIMATED BASE REVENUE BY CLASS	\$305,974,000	\$159,923,000	\$16,536,000	\$482,433,000
5	PERCENT OF BASE REVENUE BY CLASS (P)	63.42%	33.15%	3.43%	100.00%
6	ALLOCATION OF AMOUNT TO BE COLLECTED: LINE 3 TOTAL MULTIPLIED BY LINE 5	\$6,024,900	\$3,149,250	\$325,850	\$9,500,000
7	1999 ESTIMATED THROUGHPUT (CT)	2,276,925,000	1,690,792,000	778,032,000	4,745,749,000
8	1999 ENVIRONMENTAL COST RECOVERY CHARGE (ECR): LINE 6 DIVIDED BY LINE 7, AND MULTIPLIED BY 100	0.2646 ¢	0.1863 ¢	0.0419 ¢	
9	FILED ECR CHARGE	0.26 ¢	0.19 ¢	0.04 ¢	